

**Empowerment Zone and Renewal
Community Employment Credit**

▶ Attach to your tax return.

Name(s) shown on return

Identifying number

Part I Current Year Credit

1	Enter the total qualified wages paid or incurred during calendar year 2005 only (see instructions)												
a	Qualified empowerment zone wages \$..... X 20% (.20)	1a											
b	Qualified renewal community wages \$..... X 15% (.15)	1b											
2	Add lines 1a and 1b. You must subtract this amount from your deduction for salaries and wages	2											
3	Form 8844 credits from pass-through entities:												
	<table><tr><td>If you are a—</td><td>Then enter the total of the current year credits from—</td></tr><tr><td>a Shareholder . . .</td><td>Schedule K-1 (Form 1120S), box 13, code F, G, or M . . .</td></tr><tr><td>b Partner . . .</td><td>Schedule K-1 (Form 1065), box 15, code F, G, or M . . .</td></tr><tr><td>c Beneficiary . . .</td><td>Schedule K-1 (Form 1041), box 13, code K . . .</td></tr><tr><td>d Patron . . .</td><td>Written statement from cooperative . . .</td></tr></table>	If you are a—	Then enter the total of the current year credits from—	a Shareholder . . .	Schedule K-1 (Form 1120S), box 13, code F, G, or M . . .	b Partner . . .	Schedule K-1 (Form 1065), box 15, code F, G, or M . . .	c Beneficiary . . .	Schedule K-1 (Form 1041), box 13, code K . . .	d Patron . . .	Written statement from cooperative . . .	3	
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b Partner . . .	Schedule K-1 (Form 1065), box 15, code F, G, or M . . .												
c Beneficiary . . .	Schedule K-1 (Form 1041), box 13, code K . . .												
d Patron . . .	Written statement from cooperative . . .												
4	Add lines 2 and 3	4											
5	Empowerment zone and renewal community employment credit included on line 4 from passive activities (see instructions)	5											
6	Subtract line 5 from line 4	6											
7	Passive activity credit allowed for 2005 (see instructions)	7											
8	Carryforward of empowerment zone and renewal community employment credit to 2005	8											
9	Carryback of empowerment zone and renewal community employment credit from 2006 (see instructions)	9											
10	Current year credit. Add lines 6 through 9. (S corporations, partnerships, estates, trusts, and cooperatives, see instructions.)	10											

Part II Allowable Credit

11	Regular tax before credits:		
	• Individuals. Enter the amount from Form 1040, line 44		
	• Corporations. Enter the amount from Form 1120, Schedule J, line 3; Form 1120-A, Part I, line 1; or the applicable line of your return		
	• Estates and trusts. Enter the sum of the amounts from Form 1041, Schedule G, lines 1a and 1b, or the amount from the applicable line of your return	11	
12	Alternative minimum tax:		
	• Individuals. Enter the amount from Form 6251, line 35		
	• Corporations. Enter the amount from Form 4626, line 14		
	• Estates and trusts. Enter the amount from Form 1041, Schedule I, line 56	12	
13	Add lines 11 and 12	13	
14a	Foreign tax credit	14a	
b	Credits from Form 1040, lines 48 through 54	14b	
c	Possessions tax credit (Form 5735, line 17 or 27)	14c	
d	Nonconventional source fuel credit (Form 8907, line 23)	14d	
e	Other specified credits (see instructions)	14e	
f	Add lines 14a through 14e	14f	
15	Net income tax. Subtract line 14f from line 13. If zero, skip lines 16 through 22 and enter -0- on line 23	15	
16	Net regular tax. Subtract line 14f from line 11. If zero or less, enter -0-	16	
17	Tentative minimum tax (see instructions)	17	
18	Enter 25% (.25) of the excess, if any, of line 16 over \$25,000 (see instructions)	18	
19	Multiply line 17 by 75% (.75)	19	
20	Enter the greater of line 18 or line 19	20	
21	Subtract line 20 from line 15. If zero or less, enter -0-	21	
22	General business credit (see instructions)	22	
23	Subtract line 22 from line 21	23	
24	Credit allowed for the current year. Enter the smaller of line 10 or line 23 here and on Form 1040, line 55; Form 1120, Schedule J, line 6d; Form 1120-A, Part I, line 2; Form 1041, Schedule G, line 2c; or the applicable line of your return. If line 23 is smaller than line 10, see instructions	24	